

# **Economic Development Appropriations Bill House Study Bill 734**

Last Action:

**Joint Subcommittee**

February 25, 2010

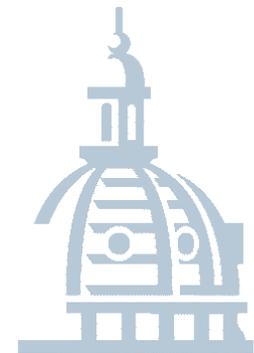
**An Act relating to and making appropriations to the Department of Cultural Affairs, the Department of Economic Development, certain Board of Regents institutions, the Department of Workforce Development, and the Public Employment Relations Board, and related matters.**

## **NOTES ON BILLS AND AMENDMENTS (NOBA)**

Available on line at <http://www3.legis.state.ia.us/noba/index.jsp>

**Fiscal Services Division**

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**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE STUDY BILL 734  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**FUNDING SUMMARY**

**MAJOR INCREASES, DECREASES,  
OR TRANSFERS OF EXISTING  
PROGRAMS**

- Appropriates a total of \$41.8 million from the General Fund and 507.5 FTE positions to the Department of Cultural Affairs, the Department of Economic Development, Board of Regents economic development programs, Iowa Workforce Development, and the Public Employment Relations Board (PERB). This is an increase of \$1.0 million and a decrease of 3.1 FTE positions compared to estimated net FY 2010. This Bill increases support from other funds by \$158,000 to a total of \$11.6 million.

***Department of Cultural Affairs:***

- Appropriates \$5.7 million and 74.5 FTE positions from the General Fund to the Department of Cultural Affairs. This is an increase of \$27,000 and a decrease of 8.3 FTE position compared to estimated net FY 2010. The significant changes include:
  - An increase of 8.3 FTE positions to adjust to the anticipated usage. (Page 1, Line 7)
  - An increase of \$27,000 for Records Center rent. (Page 2, Line 4)

***Department of Economic Development:***

- Appropriates \$13.3 million and 160.3 FTE positions from the General Fund to the Department of Economic Development (DED). This is an increase of \$50,000 and no change in positions compared to estimated net FY 2010. The significant changes include:
  - An increase of \$150,000 for the Administration Division to restore a portion of the FY 2010 across-the-board (ATB) reduction. (Page 2, Line 28)
  - A decrease of \$100,000 for the World Food Prize. (Page 5, Line 26)
- Eliminates an FY 2010 appropriation of \$144,000 from interest earnings on the Federal Economic Stimulus and Jobs Holding Account to support the Council of Governments.

***Board of Regents:***

- Appropriates \$3.4 million and 69.4 FTE positions from the General Fund for economic development programs at Iowa State University (ISU), the University of Iowa (SUI), and the University of Northern Iowa (UNI). This is an increase of \$225,000 compared to estimated net FY 2010. The significant changes include:
  - An increase of \$100,000 for ISU to support of Small Business Development Centers. (Page 7, Line 24)
  - An increase of \$125,000 for UNI for expanded support of entrepreneurs through the University's Regional Business Center. (Page 9, Line 28)

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE STUDY BILL 734  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**MAJOR INCREASES, DECREASES,  
OR TRANSFERS OF EXISTING  
PROGRAMS (CONTINUED)**

***Department of Workforce Development:***

- Appropriates \$18.2 million and 193.4 FTE positions from the General Fund for the Department of Workforce Development (IWD). This is an increase of \$648,000 and 5.2 FTE position compared to estimated net FY 2010. The significant changes include:
  - An increase of \$100,000 for the Labor Services Division to restore a portion of the FY 2010 ATB reduction. (Page 10, Line 31)
  - A decrease of 4.2 FTE positions for the Labor Services Division to adjust the positions to the anticipated usage. (Page 10, Line 31)
  - An increase of \$548,000 for Workforce Development Field Offices to restore a portion of the FY 2010 ATB reduction. (Page 11, Line 21).
  - An increase of 8.1 FTE positions for the Employee Misclassification Program to adjust the FTE positions to the current usage. (Page 13, Line 31)
- Appropriates \$662,000 from the Employment Security Contingency Fund for operation of the Field Offices. This is an increase of \$302,000 compared to estimated net FY 2010. (Page 13, Line 14)

***Public Employment Relations Board:***

- Appropriates \$1.1 million and 10.0 FTE positions from the General Fund to the Public Employment Relations Board. This is an increase of \$50,000 and no change in FTE positions compared to estimated net FY 2010 to restore a portion of the FY 2010 ATB reduction and reduce days off without pay. (Page 14, Line 6)
- Requires a business creating jobs with economic development assistance from the Business Development appropriation to the DED to be subject to contract provisions stating that new and retained jobs must be filled by individuals that are citizens of the United States, reside in the United States, or are authorized to work in the United States pursuant to federal law, including legal resident aliens in the United States. Requires any vendor that receives public moneys from the Department through the Business Development appropriation to adhere to these contract provisions and provide periodic assurances of compliance. Specifies businesses receiving financial assistance from the DED, from monies appropriated in this Bill, are to employ only individuals legally authorized to work in the State. Permits the DED to recapture all or a portion of any financial assistance provided to a business that is found to have knowingly employed individuals not legally authorized to work in the State. (Page 3, Line 31)

**STUDIES AND INTENT LANGUAGE**

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE STUDY BILL 734  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**STUDIES AND INTENT LANGUAGE  
(CONTINUED)**

- Permits the DED to provide grants to community economic development entities for local workforce recruitment efforts designed to recruit former citizens of the State and former students at State colleges and universities to meet the needs of local employers. (Page 4, Line 17)
- Permits the DED to provide financial assistance to early-stage industry companies established by women entrepreneurs. (Page 4, Line 23)
- Permits the DED to provide financial assistance for advanced research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology. (Page 4, Line 26)
- Specifies it is the intent of the General Assembly that the Industrial Incentive Program at ISU focus on Iowa industrial sectors and seek private sector donations. Requires matching funds for participation in the Institute for Physical Research and Technology Incentive Program. The match is \$1.00 for each \$3.00 of State funds for small businesses or \$1.00 for each \$1.00 of State funds for larger businesses, industrial foundations, or trade organizations. (Page 8, Line 12)
- Requires ISU to report annually the total amount of private contributions to the Industrial Incentive Program, the proportion from small businesses and other businesses, and the proportion for directed and nondirected research. (Page 8, Line 27)
- Requires the Board of Regents to submit a report to the General Assembly and the Legislative Services Agency by January 15, 2011, regarding the progress of the Regents institutions in meeting the Strategic Plan for Technology Transfer and Economic Development. (Page 10, Line 18)
- Requires the Division of Labor Services to reimburse the Employment Appeals Board in the Department of Inspections and Appeals for the costs associated with hearings related to contractor registration from contractor registration fees. (Page 11, Line 1)
- Requires the Workers' Compensation Division to continue to charge a \$100 filing fee for workers' compensation cases. Permits the losing party to be taxed for the fee, unless it would impose an undue hardship or be unjust. Appropriates the fees collected to the IWD. (Page 11, Line 11)
- Requires the Department to make every effort to maintain New Iowans Centers. Requires the New Iowans Centers to offer one-stop services to workers, businesses, and communities. Requires seamless service delivery through government coordination and cooperation with public, private, and nonprofit entities. (Page 11, Line 31)
- Requires the IWD to partner with the Department of Corrections on the Offender Reentry Program. (Page 12, Line 16)
- Requires the Auditor of State to annually conduct an audit, including the accountability of the IWD programs, and submit results to the Economic Development Appropriations Subcommittee. Requires the IWD to pay for the cost of the audit. (Page 12, Line 30)
- Requests the Auditor of State to review the Iowa Finance Authority's annual audit. (Page 14, Line 20)

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE STUDY BILL 734  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**SIGNIFICANT CHANGES TO THE  
CODE OF IOWA**

- Requires nonreversion of funds appropriated to the DED Administration Division. (Page 3, Line 11)
- Requires nonreversion of funds appropriated to the DED Business Development Division. (Page 4, Line 31)
- Requires nonreversion of funds appropriated to the DED Community Development Division. (Page 5, Line 21)
- Reduces the standing limited appropriation of \$1.0 million to \$650,000. (Page 5, Line 26)
- Requires nonreversion of FY 2011 funds appropriated for matching funds for the United States Department of Housing and Urban Development's Main Street Challenge Grants for historic building preservation. (Page 5, Line 33)
- Requires nonreversion of funds appropriated to the DED Iowa Commission on Volunteer Services. (Page 6, Line 9)
- Requires nonreversion of funds appropriated to the Board of Regents institutions. (Page 8, Line 34; Page 9, Line 22; and Page 10, Line 13)
- Requires nonreversion of funds appropriated to the IWD for the Labor Services Division, Workers' Compensation Division, Workforce Development Operations, and the Offender Reentry Program. (Page 12, Line 24)
- Appropriates funds from the Unemployment Compensation Reserve Fund. (Page 13, Line 22)
- Permits the expenditure of funds from the Unemployment Compensation Trust Fund. (Page 14, Line 23)
- Requires nonreversion of FY 2010 funds appropriated for matching funds for the United States Department of Housing and Urban Development's Main Street Challenge Grants for historic building preservation. (Page 14, Line 32)
- Specifies the Section regarding nonreversion of FY 2010 funds appropriated for matching funds for the United States Department of Housing and Urban Development's Main Street Challenge Grants for historic building preservation is effective on enactment. (Page 15, Line 8)

**EFFECTIVE DATE**

LSB5089H provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section	Description
3	11	3.1(d)	Nwthstnd	Sec. 8.33	Administration Division Nonreversion
4	31	3.2(g)	Nwthstnd	Sec. 8.33	Business Development Division Nonreversion
5	21	3.3(d)	Nwthstnd	Sec. 8.33	Community Development Division Nonreversion
5	26	3.4	Nwthstnd	Sec. 15.368(1)	World Food Prize Standing Reduction
5	33	3.5	Nwthstnd	Sec. 8.33	Main Street Challenge Grants Matching Funds
6	9	3.6	Nwthstnd	Sec. 8.33	Iowa Commission on Volunteer Services Nonreversion
6	26	6	Nwthstnd	Sec. 15E.120(5)	Community Development Loan Fund
7	17	9	Nwthstnd	Sec. 15.251	Job Training Fund
8	34	10.5	Nwthstnd	Sec. 8.33	Iowa State University Nonreversion
9	22	11.3	Nwthstnd	Sec. 8.33	University of Iowa Nonreversion
10	13	12.3	Nwthstnd	Sec. 8.33	University of Northern Iowa Nonreversion
12	24	14.6	Nwthstnd	Sec. 8.33	Workforce Development Nonreversion
13	22	18	Nwthstnd	Sec. 96.9(8)(e)	Appropriation of Unemployment Compensation Reserve Fund Interest
14	32	23	Amends	Sec. 3, Chapter 176, 2009 Iowa Acts	FY 2010 Main Street Challenge Grants Nonreversion

1 1 Section 1. DEPARTMENT OF CULTURAL AFFAIRS. There is  
 1 2 appropriated from the general fund of the state to the  
 1 3 department of cultural affairs for the fiscal year beginning  
 1 4 July 1, 2010, and ending June 30, 2011, the following amounts,  
 1 5 or so much thereof as is necessary, to be used for the purposes  
 1 6 designated:

1 7 1. ADMINISTRATION

1 8 For salaries, support, maintenance, miscellaneous purposes,  
 1 9 and for not more than the following full-time equivalent  
 1 10 positions for the department:

1 11 ..... \$ 212,069  
 1 12 ..... FTEs 74.50

1 13 The department of cultural affairs shall coordinate  
 1 14 activities with the tourism office of the department of  
 1 15 economic development to promote attendance at the state  
 1 16 historical building and at this state's historic sites.

1 17 Full-time equivalent positions authorized under this  
 1 18 subsection shall be funded, in full or in part, using moneys  
 1 19 appropriated under this subsection and subsections 3 through 7.

1 20 2. COMMUNITY CULTURAL GRANTS

1 21 For planning and programming for the community cultural  
 1 22 grants program established under section 303.3:

1 23 ..... \$ 273,500

1 24 3. HISTORICAL DIVISION

General Fund appropriation to the Department of Cultural Affairs for the Administration Division.

DETAIL: This is no change in funding and a decrease of 8.27 FTE positions compared to estimated net FY 2010 to adjust the FTE positions to the anticipated usage.

Requires the Department of Cultural Affairs to coordinate with the Department of Economic Development to promote attendance at the State Historical Building and State's Historic Sites.

Specifies that the authorized FTE positions are to be funded with moneys appropriated for the following:

- Administration
- Historic Division
- Historic Sites
- Arts Division
- Great Places
- Archive Iowa Governors' Records

General Fund appropriation to the Department of Cultural Affairs for the Community Cultural Grants Program.

DETAIL: This is no change compared to estimated net FY 2010.

General Fund appropriation to the Department of Cultural Affairs for

PG LN	LSB5089H	Explanation
1 25	For the support of the historical division:	the Historical Division.
1 26	..... \$ 3,195,107	DETAIL: This is no change compared to estimated net FY 2010.
1 27	4. HISTORIC SITES	General Fund appropriation to the Department of Cultural Affairs for Historic Sites.
1 28	For the administration and support of historic sites:	
1 29	..... \$ 493,060	DETAIL: This is no change compared to estimated net FY 2010.
1 30	5. ARTS DIVISION	General Fund appropriation to the Department of Cultural Affairs for the Arts Division.
1 31	For the support of the arts division:	
1 32	..... \$ 1,023,712	DETAIL: This is no change compared to estimated net FY 2010.
1 33	6. GREAT PLACES	General Fund appropriation to the Great Places Initiative of the Department of Cultural Affairs.
1 34	For the great places program:	
1 35	..... \$ 214,869	DETAIL: This is no change compared to estimated net FY 2010.
2 1	7. ARCHIVE IOWA GOVERNORS' RECORDS	General Fund appropriation to the Department of Cultural Affairs for archiving papers of former governors.
2 2	For archiving the records of Iowa governors:	
2 3	..... \$ 70,142	DETAIL: This is no change compared to estimated net FY 2010.
2 4	8. RECORDS CENTER RENT	General Fund appropriation to the Department of Cultural Affairs for rent of the Records Center.
2 5	For payment of rent for the state records center:	
2 6	..... \$ 227,243	DETAIL: This is an increase of \$27,427 compared to estimated net FY 2010 for the following: <ul style="list-style-type: none"> <li>• An increase of \$22,202 to restore the FY 2010 across-the-board (ATB) reduction.</li> <li>• An increase of \$5,225 to provide for additional rental costs.</li> </ul>
2 7	Sec. 2. GOALS AND ACCOUNTABILITY == ECONOMIC DEVELOPMENT.	Requires the goals for the Department of Economic Development

2 8 1. For the fiscal year beginning July 1, 2010, the goals for  
 2 9 the department of economic development shall be to expand and  
 2 10 stimulate the state economy, increase the wealth of Iowans, and  
 2 11 increase the population of the state.  
 2 12 2. To achieve the goals in subsection 1, the department  
 2 13 of economic development shall do all of the following for the  
 2 14 fiscal year beginning July 1, 2010:  
 2 15 a. Concentrate its efforts on programs and activities that  
 2 16 result in commercially viable products and services.  
 2 17 b. Adopt practices and services consistent with free  
 2 18 market, private sector philosophies.  
 2 19 c. Ensure economic growth and development throughout the  
 2 20 state.

(DED) to include:

- Expand and stimulate the State economy.
- Increase the wealth of Iowans.
- Increase the population of Iowa.

To achieve the goals, the DED is to:

- Concentrate efforts on programs and activities that result in commercially-viable products and services.
- Adopt practices consistent with free-market, private-sector philosophies.
- Ensure Statewide economic growth and development.

2 21 Sec. 3. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
 2 22 appropriated from the general fund of the state to the  
 2 23 department of economic development for the fiscal year  
 2 24 beginning July 1, 2010, and ending June 30, 2011, the following  
 2 25 amounts, or so much thereof as is necessary, to be used for the  
 2 26 purposes designated:

2 27 1. ADMINISTRATION DIVISION

2 28 a. For salaries, support, maintenance, miscellaneous  
 2 29 purposes, and programs; for transfer to the Iowa state  
 2 30 commission grant program; and for not more than the following  
 2 31 full-time equivalent positions for the department's three  
 2 32 divisions:

2 33 ..... \$ 1,976,046  
 2 34 ..... FTEs 149.00

General Fund appropriation to the Administration Division of the DED.

DETAIL: This is an increase of \$150,000 and no change in FTE position compared to estimated net FY 2010 to restore a portion of the \$618,691 FY 2010 across-the-board reduction.

2 35 b. The department shall work with businesses and  
 3 1 communities to continually improve the economic development  
 3 2 climate along with the economic well-being and quality of life

Requires the Administration Division to work with businesses and communities to improve the economic development climate, the economic well-being, and the quality of life for Iowans. Requires the Division to coordinate with other State agencies to ensure State

3 3 for lowans. The administration division shall coordinate with  
 3 4 other state agencies to ensure that all state departments are  
 3 5 attentive to the needs of an entrepreneurial culture.

departments are attentive to the needs of an entrepreneurial culture.

3 6 c. Full-time equivalent positions authorized under this  
 3 7 subsection shall be funded, in full or in part, using moneys  
 3 8 appropriated under this subsection and subsections 2 and 3  
 3 9 and by certain federal moneys or other moneys received by the  
 3 10 department.

The authorized FTE positions are to be funded with moneys appropriated for the following, federal monies, or other monies received by the Department:

- Economic Development Administration
- Business Development
- Community Development

3 11 d. Notwithstanding section 8.33, moneys appropriated in  
 3 12 this subsection that remain unencumbered or unobligated at the  
 3 13 close of the fiscal year shall not revert but shall remain  
 3 14 available for expenditure for the purposes designated until the  
 3 15 close of the succeeding fiscal year.

CODE: Requires nonreversion of funds appropriated for the Administration Division.

## 3 16 2. BUSINESS DEVELOPMENT DIVISION

3 17 a. For business development operations and programs, the  
 3 18 film office, international trade, export assistance, workforce  
 3 19 recruitment, and the partner state program; for transfer to the  
 3 20 strategic investment fund; for transfer to the grow lowa values  
 3 21 fund; and for the support of the business development division:  
 3 22 ..... \$ 5,346,536

General Fund appropriation to the Business Development Division of the DED.

DETAIL: This is no change compared to estimated net FY 2010.

3 23 b. The department shall establish a strong and aggressive  
 3 24 marketing image to showcase lowa's workforce, existing  
 3 25 industry, and potential. A priority shall be placed on  
 3 26 recruiting new businesses, business expansion, and retaining  
 3 27 existing lowa businesses. Emphasis shall also be placed on  
 3 28 entrepreneurial development through helping to secure capital  
 3 29 for entrepreneurs, and developing networks and a business

Requires the Business Development Division, through aggressive marketing, to showcase lowa's workforce, industry, and potential. Priority is to be given to recruiting new businesses, business expansion, and retaining existing lowa businesses. Emphasis is to be placed on entrepreneurs, networking for entrepreneurs, and developing a business climate conducive to entrepreneurial and small business growth.

3 30 climate conducive to entrepreneurs and small business.

3 31 c. A business creating jobs with economic development  
 3 32 assistance through moneys appropriated in this subsection shall  
 3 33 be subject to contract provisions stating that new and retained  
 3 34 jobs shall be filled by individuals who are citizens of the  
 3 35 United States who reside within the United States or any person  
 4 1 authorized to work in the United States pursuant to federal  
 4 2 law, including legal resident aliens in the United States. Any  
 4 3 vendor who receives such public moneys shall adhere to such  
 4 4 contract provisions and provide periodic assurances as the  
 4 5 state shall require that the jobs are filled solely by citizens  
 4 6 of the United States who reside within the United States or  
 4 7 any person authorized to work in the United States pursuant  
 4 8 to federal law, including legal resident aliens in the United  
 4 9 States. A business that receives financial assistance from  
 4 10 the department from moneys appropriated in this bill shall  
 4 11 only employ individuals legally authorized to work in this  
 4 12 state. In addition to all other applicable penalties provided  
 4 13 by current law, all or a portion of the assistance received  
 4 14 by a business which is found to knowingly employ individuals  
 4 15 not legally authorized to work in this state is subject to  
 4 16 recapture by the department.

Requires a business creating jobs with economic development assistance from the Business Development appropriation to be subject to contract provisions stating that new and retained jobs must be filled by individuals that are citizens of the United States, that reside in the United States, or any person authorized to work in the United States pursuant to federal law, including legal resident aliens in the United States. Requires any vendor that receives public moneys from the Department through the Business Development appropriation to adhere to these contract provisions and provide periodic assurances of compliance.

Specifies businesses receiving financial assistance from the DED, from monies appropriated in this Bill, are to employ only individuals legally authorized to work in the State. Permits the DED to recapture all or a portion of any financial assistance provided to a business that is found to have knowingly employed individuals not legally authorized to work in the State.

4 17 d. From the moneys appropriated in this subsection, the  
 4 18 department may provide financial assistance in the form of a  
 4 19 grant to a community economic development entity for conducting  
 4 20 a local workforce recruitment effort designed to recruit former  
 4 21 citizens of the state and former students at colleges and  
 4 22 universities in the state to meet the needs of local employers.

Permits the DED to provide funding in the form of a grant to a community economic development entity for conducting a local workforce recruitment effort designed to recruit former citizens of the State and former students at State colleges and universities to meet the needs of local employers.

4 23 e. From the moneys appropriated in this subsection, the  
 4 24 department may provide financial assistance to early-stage  
 4 25 industry companies being established by women entrepreneurs.

Permits the DED to provide financial assistance to early-stage industry companies being established by women entrepreneurs.

4 26 f. From the moneys appropriated in this subsection, the

Permits the DED to provide financial assistance for advanced

<p>4 27 department may provide financial assistance in the form of  4 28 grants, loans, or forgivable loans for advanced research and  4 29 commercialization projects involving value-added agriculture,  4 30 advanced technology, or biotechnology.</p>	<p>research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology.</p>
<p>4 31 g. Notwithstanding section 8.33, moneys appropriated in  4 32 this subsection that remain unencumbered or unobligated at the  4 33 close of the fiscal year shall not revert but shall remain  4 34 available for expenditure for the purposes designated until the  4 35 close of the succeeding fiscal year.</p>	<p>CODE: Requires nonreversion of funds appropriated to the Business Development Division.</p>
<p>5 1 3. COMMUNITY DEVELOPMENT DIVISION</p>	
<p>5 2 a. For support, maintenance, miscellaneous purposes,  5 3 community economic development programs, tourism operations,  5 4 community assistance, plans for Iowa green corps and summer  5 5 youth programs, the mainstreet and rural mainstreet programs,  5 6 the school-to-career program, the community development block  5 7 grant, and housing and shelter-related programs:  5 8 ..... \$ 5,063,917</p>	<p>General Fund appropriation to the Community and Rural Development Division of the DED.   DETAIL: This is no change compared to estimated net FY 2010.</p>
<p>5 9 b. The department shall encourage development of  5 10 communities and quality of life to foster economic growth. The  5 11 department shall prepare communities for future growth and  5 12 development through development, expansion, and modernization  5 13 of infrastructure.</p>	<p>Requires the Community Development Division to encourage development of communities, quality of life, and economic growth, and to prepare communities for future growth through development, expansion, and modernization of infrastructure.</p>
<p>5 14 c. The department shall develop public-private partnerships  5 15 with Iowa businesses in the tourism industry, Iowa tour groups,  5 16 Iowa tourism organizations, and political subdivisions in this  5 17 state to assist in the development of advertising efforts.  5 18 The department shall, to the fullest extent possible, develop  5 19 cooperative efforts for advertising with contributions from  5 20 other sources.</p>	<p>Requires the DED to develop public-private partnerships with Iowa tourism businesses, Iowa tour groups, Iowa tourism organizations, and political subdivisions to assist in developing advertising efforts. The DED is to maximize contributions from other sources for this purpose.</p>

<p>5 21 d. Notwithstanding section 8.33, moneys appropriated in  5 22 this subsection that remain unencumbered or unobligated at the  5 23 close of the fiscal year shall not revert to any fund but shall  5 24 remain available for expenditure for the designated purposes  5 25 during the succeeding fiscal year.</p>	<p>CODE: Requires nonreversion of funds appropriated to the  Community Development Division.</p>
<p>5 26 4. For allocating moneys for the world food prize and  5 27 notwithstanding section 15.368, subsection 1:  5 28 ..... \$ 650,000</p>	<p>General Fund appropriation to the World Food Prize.</p> <p>DETAIL: This is a decrease of \$100,000 compared to estimated net  FY 2010.</p> <p>CODE: Reduces the standing limited appropriation of \$1,000,000 for  the World Food Prize.</p>
<p>5 29 5. For use as matching funds for the United States  5 30 department of housing and urban development's main street  5 31 challenge grants for historic building preservation:  5 32 ..... \$ 165,775</p>	<p>General Fund appropriation to provide matching funds for the United  States Department of Housing and Urban Development's Main Street  Challenge Grants for historic building preservation.</p> <p>DETAIL: This is no change compared to estimated net FY 2010.</p>
<p>5 33 Notwithstanding section 8.33, moneys appropriated in this  5 34 subsection that remain unencumbered or unobligated at the close  5 35 of the fiscal year shall not revert but shall remain available  6 1 for expenditure for the purposes designated until the close of  6 2 the succeeding fiscal year.</p>	<p>CODE: Requires nonreversion of FY 2011 funds appropriated for  matching funds for the United States Department of Housing and  Urban Development's Main Street Challenge Grants for historic  building preservation.</p>
<p>6 3 6. For allocation to the Iowa commission on volunteer  6 4 service for the Iowa's promise and mentoring partnership  6 5 program and for not more than the following full-time  6 6 equivalent positions:  6 7 ..... \$ 112,500  6 8 ..... FTEs 1.00</p>	<p>General Fund appropriation to the Iowa Commission on Volunteer  Services for the Iowa's Promise and Mentoring Partnership Program.</p> <p>DETAIL: This is no change compared to estimated net FY 2010.</p>
<p>6 9 Notwithstanding section 8.33, moneys appropriated in this</p>	<p>CODE: Requires nonreversion of funds appropriated to the Iowa  Commission on Volunteer Service.</p>

6 10 subsection that remain unencumbered or unobligated at the close  
6 11 of the fiscal year shall not revert but shall remain available  
6 12 for expenditure for the purposes designated until the close of  
6 13 the succeeding fiscal year.

6 14 Sec. 4. VISION IOWA PROGRAM == FTE AUTHORIZATION. For  
6 15 purposes of administrative duties associated with the vision  
6 16 Iowa program, the department of economic development is  
6 17 authorized an additional 2.25 FTEs above those otherwise  
6 18 authorized in this Act.

Authorizes 2.25 FTE positions for the Vision Iowa Program.

DETAIL: Maintains the current FTE level.

6 19 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys  
6 20 collected by the division of insurance in excess of the  
6 21 anticipated gross revenues under section 505.7, subsection 3,  
6 22 during the fiscal year beginning July 1, 2010, \$100,000 shall  
6 23 be transferred to the department of economic development for  
6 24 insurance economic development and international insurance  
6 25 economic development.

Insurance receipts appropriation to the DED for insurance economic development.

DETAIL: Maintains the current level of support. Funds collected by the Insurance Division of the Department of Commerce in excess of the anticipated gross revenues are allocated to the DED for insurance economic development purposes.

6 26 Sec. 6. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding  
6 27 section 15E.120, subsection 5, there is appropriated from the  
6 28 Iowa community development loan fund all the moneys available  
6 29 during the fiscal year beginning July 1, 2010, and ending June  
6 30 30, 2011, to the department of economic development for the  
6 31 community development program to be used by the department for  
6 32 the purposes of the program.

CODE: Appropriates all funds available from the Iowa Community Development Loan Fund to the Community Development Program.

DETAIL: There are no funds available in the Fund and no receipts are anticipated for FY 2010 or FY 2011 as there will be no loan repayments.

6 33 Sec. 7. WORKFORCE DEVELOPMENT FUND. There is appropriated  
6 34 from the workforce development fund account created in section  
6 35 15.342A to the workforce development fund created in section  
7 1 15.343 for the fiscal year beginning July 1, 2010, and ending  
7 2 June 30, 2011, the following amount, for the purposes of the  
7 3 workforce development fund, and for not more than the following  
7 4 full-time equivalent positions:

Workforce Development Fund Account appropriation to the DED Workforce Development Fund Program.

DETAIL: This is no change compared to estimated net FY 2010.

7 5 ..... \$ 4,000,000

7 6 ..... FTEs 4.00

7 7 Sec. 8. WORKFORCE DEVELOPMENT ADMINISTRATION. From moneys  
 7 8 appropriated or transferred to or receipts credited to the  
 7 9 workforce development fund created in section 15.343, up to  
 7 10 \$400,000 for the fiscal year beginning July 1, 2010, and ending  
 7 11 June 30, 2011, are appropriated to the department of economic  
 7 12 development for the administration of workforce development  
 7 13 activities including salaries, support, maintenance, and  
 7 14 miscellaneous purposes, and for not more than the following  
 7 15 full-time equivalent positions:  
 7 16 ..... FTEs 4.00

Permits the DED to use up to \$400,000 of the funds available in the Workforce Development Fund for administration and support of no more than 4.00 FTE positions.

DETAIL: This is no change compared to estimated net FY 2010.

NOTE: The funding for the authorized expenditures is provided in the form of a transfer to the Workforce Development Fund as specified in the Section below.

7 17 Sec. 9. JOB TRAINING FUND. Notwithstanding section 15.251,  
 7 18 all moneys in the job training fund on July 1, 2010, and any  
 7 19 moneys appropriated or credited to the fund during the fiscal  
 7 20 year beginning July 1, 2010, shall be transferred to the  
 7 21 workforce development fund established pursuant to section  
 7 22 15.343.

CODE: Requires funds credited to the Jobs Training Fund from the 1.00% administration fee for FY 2010, to be transferred to the Workforce Development Fund and not the Workforce Development Account.

DETAIL: The transfer amount is estimated to be approximately \$400,000 annually for FY 2010 and FY 2011.

7 23 Sec. 10. IOWA STATE UNIVERSITY.

7 24 1. There is appropriated from the general fund of the state  
 7 25 to Iowa State University of Science and Technology for the  
 7 26 fiscal year beginning July 1, 2010, and ending June 30, 2011,  
 7 27 the following amount, or so much thereof as is necessary, to  
 7 28 be used for small business development centers, the science  
 7 29 and technology research park, and the institute for physical  
 7 30 research and technology, and for not more than the following  
 7 31 full-time equivalent positions:  
 7 32 ..... \$ 2,575,983  
 7 33 ..... FTEs 56.63

General Fund appropriation to Iowa State University (ISU) for the Small Business Development Centers, Research Park, and the Institute for Physical Research and Technology.

DETAIL: This is an increase of \$100,000 compared to estimated net FY 2010 for Small Business Development Centers.

7 34 2. Of the moneys appropriated in subsection 1, Iowa state

Requires an allocation of \$1,076,234 for Small Business Development

7 35 university of science and technology shall allocate at least  
 8 1 \$1,076,234 for purposes of funding small business development  
 8 2 centers. Iowa state university of science and technology may  
 8 3 allocate moneys appropriated in subsection 1 to the various  
 8 4 small business development centers in any manner necessary to  
 8 5 achieve the purposes of this subsection.

Centers and allows ISU to allocate the moneys to the Small Business Development Centers in any manner necessary to achieve this purpose.

DETAIL: This is an increase of \$100,000 compared to the original FY 2010 allocation to support the Small Business Development Centers.

8 6 3. Iowa state university of science and technology shall do  
 8 7 all of the following:  
 8 8 a. Direct expenditures for research toward projects that  
 8 9 will provide economic stimulus for Iowa.  
 8 10 b. Provide emphasis to providing services to Iowa-based  
 8 11 companies.

Requires the ISU economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy.
- Emphasize Iowa-based companies.

8 12 4. It is the intent of the general assembly that the  
 8 13 industrial incentive program focus on Iowa industrial  
 8 14 sectors and seek contributions and in-kind donations from  
 8 15 businesses, industrial foundations, and trade associations,  
 8 16 and that moneys for the institute for physical research and  
 8 17 technology industrial incentive program shall be allocated  
 8 18 only for projects which are matched by private sector moneys  
 8 19 for directed contract research or for nondirected research.  
 8 20 The match required of small businesses as defined in section  
 8 21 15.102, subsection 6, for directed contract research or for  
 8 22 nondirected research shall be \$1 for each \$3 of state funds.  
 8 23 The match required for other businesses for directed contract  
 8 24 research or for nondirected research shall be \$1 for each \$1 of  
 8 25 state funds. The match required of industrial foundations or  
 8 26 trade associations shall be \$1 for each \$1 of state funds.

Specifies it is the intent of the General Assembly that the Industrial Incentive Program focus on Iowa industrial sectors and seek private sector donations. Requires matching funds for participation in the Institute for Physical Research and Technology Incentive Program. The match is \$1.00 for each \$3.00 of State funds for small businesses or \$1.00 for each \$1.00 of State funds for larger businesses, industrial foundations, or trade organizations.

8 27 Iowa state university of science and technology shall  
 8 28 report annually to the joint appropriations subcommittee on  
 8 29 economic development and the legislative services agency the  
 8 30 total amount of private contributions, the proportion of  
 8 31 contributions from small businesses and other businesses, and  
 8 32 the proportion for directed contract research and nondirected

Requires ISU to report annually to the Economic Development Appropriations Subcommittee and the Fiscal Services Division of the Legislative Services Agency the total amount of private contributions made to the Industrial Incentive Program, the proportion from small businesses and other businesses, and the proportion for directed and nondirected research.

8 33 research of benefit to Iowa businesses and industrial sectors.

8 34 5. Notwithstanding section 8.33, moneys appropriated in  
8 35 this section that remain unencumbered or unobligated at the  
9 1 close of the fiscal year shall not revert but shall remain  
9 2 available for expenditure for the purposes designated until the  
9 3 close of the succeeding fiscal year.

CODE: Requires nonreversion of funds appropriated to ISU.

9 4 Sec. 11. UNIVERSITY OF IOWA.

9 5 1. There is appropriated from the general fund of the state  
9 6 to the state university of Iowa for the fiscal year beginning  
9 7 July 1, 2010, and ending June 30, 2011, the following amount,  
9 8 or so much thereof as is necessary, to be used for the state  
9 9 university of Iowa research park and for the advanced drug  
9 10 development program at the Oakdale research park, including  
9 11 salaries, support, maintenance, equipment, miscellaneous  
9 12 purposes, and for not more than the following full-time  
9 13 equivalent positions:  
9 14 ..... \$ 222,372  
9 15 ..... FTEs 6.00

General Fund appropriation to the University of Iowa (SUI) for the Research Park and for the Advanced Drug Development Program.

DETAIL: This is no change compared to estimated net FY 2010.

9 16 2. The state university of Iowa shall do all of the  
9 17 following:  
9 18 a. Direct expenditures for research toward projects that  
9 19 will provide economic stimulus for Iowa.  
9 20 b. Provide emphasis to providing services to Iowa-based  
9 21 companies.

Requires the SUI economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy
- Emphasize Iowa-based companies

9 22 3. Notwithstanding section 8.33, moneys appropriated in  
9 23 this section that remain unencumbered or unobligated at the  
9 24 close of the fiscal year shall not revert but shall remain  
9 25 available for expenditure for the purposes designated until the  
9 26 close of the succeeding fiscal year.

CODE: Requires nonreversion of funds appropriated to SUI.

9 27 Sec. 12. UNIVERSITY OF NORTHERN IOWA.

9 28 1. There is appropriated from the general fund of the  
9 29 state to the university of northern iowa for the fiscal year  
9 30 beginning July 1, 2010, and ending June 30, 2011, the following  
9 31 amount, or so much thereof as is necessary, to be used for the  
9 32 metal casting institute, the MyEntreNet internet application,  
9 33 and the institute of decision making, including salaries,  
9 34 support, maintenance, miscellaneous purposes, and for not more  
9 35 than the following full-time equivalent positions:

10 1 ..... \$ 610,674

10 2 ..... FTEs 6.75

General Fund appropriation to the University of Northern Iowa (UNI) for the Metal Casting Institute, the MyEntreNet internet application, and the Institute for Decision Making.

DETAIL: This is an increase of \$125,000 compared to estimated net FY 2010 for expanded support of entrepreneurs through the University's Regional Business Center.

10 3 Of the moneys appropriated pursuant to this subsection,  
10 4 the university of northern iowa shall allocate not more than  
10 5 \$125,000 for purposes of expanded support of entrepreneurs  
10 6 through the university's regional business center.

Requires an allocation of \$125,000 for expanded support of entrepreneurs through the University's Regional Business Center.

DETAIL: This is a new allocation.

10 7 2. The university of northern iowa shall do all of the  
10 8 following:  
10 9 a. Direct expenditures for research toward projects that  
10 10 will provide economic stimulus for Iowa.  
10 11 b. Provide emphasis to providing services to Iowa-based  
10 12 companies.

Requires the UNI economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy
- Emphasize Iowa-based companies

10 13 3. Notwithstanding section 8.33, moneys appropriated in  
10 14 this section that remain unencumbered or unobligated at the  
10 15 close of the fiscal year shall not revert but shall remain  
10 16 available for expenditure for the purposes designated until the  
10 17 close of the succeeding fiscal year.

CODE: Requires nonreversion of funds appropriated to the UNI.

10 18 Sec. 13. BOARD OF REGENTS REPORT. The state board of  
10 19 regents shall submit a report on the progress of regents  
10 20 institutions in meeting the strategic plan for technology

Requires the Board of Regents to submit a report to the General Assembly and the Legislative Services Agency by January 15, 2011, regarding the progress of the Regents institutions in meeting the

10 21 transfer and economic development to the secretary of the  
 10 22 senate, the chief clerk of the house of representatives, and  
 10 23 the legislative services agency by January 15, 2011.

Strategic Plan for Technology Transfer and Economic Development.

10 24 Sec. 14. DEPARTMENT OF WORKFORCE DEVELOPMENT. There  
 10 25 is appropriated from the general fund of the state to the  
 10 26 department of workforce development for the fiscal year  
 10 27 beginning July 1, 2010, and ending June 30, 2011, the following  
 10 28 amounts, or so much thereof as is necessary, for the purposes  
 10 29 designated:

10 30 1. DIVISION OF LABOR SERVICES

10 31 For the division of labor services, including salaries,  
 10 32 support, maintenance, miscellaneous purposes, and for not more  
 10 33 than the following full-time equivalent positions:  
 10 34 ..... \$ 3,495,440  
 10 35 ..... FTEs 64.00

General Fund appropriation to the Division of Labor Services of the Department of Workforce Development.

DETAIL: This is an increase of \$100,000 and a decrease of 4.15 FTE positions compared to estimated net FY 2010. The changes include the following:

- An increase of \$100,000 to restore a portion of the \$456,203 FY 2010 ATB reduction.
- A decrease of 4.15 FTE positions to adjust the FTE positions to the anticipated usage.

11 1 From the contractor registration fees, the division of labor  
 11 2 services shall reimburse the department of inspections and  
 11 3 appeals for all costs associated with hearings under chapter  
 11 4 91C, relating to contractor registration.

Requires the Division of Labor Services to reimburse the Employment Appeals Board in the Department of Inspections and Appeals for the costs associated with hearings related to contractor registration from contractor registration fees.

11 5 2. DIVISION OF WORKERS' COMPENSATION

11 6 For the division of workers' compensation, including  
 11 7 salaries, support, maintenance, miscellaneous purposes, and for

General Fund appropriation to the Division of Workers' Compensation of the Department of Workforce Development.

<p>11 8 not more than the following full-time equivalent positions:  11 9 ..... \$ 2,595,768  11 10 ..... FTEs 30.00</p>	<p>DETAIL: This is no change compared to estimated net FY 2010.</p>
<p>11 11 The division of workers' compensation shall charge a \$100  11 12 filing fee for workers' compensation cases. The filing fee  11 13 shall be paid by the petitioner of a claim. However, the fee  11 14 can be taxed as a cost and paid by the losing party, except  11 15 in cases where it would impose an undue hardship or be unjust  11 16 under the circumstances. The moneys generated by the filing  11 17 fee allowed under this subsection are appropriated to the  11 18 department of workforce development to be used for purposes of  11 19 administering the division of workers' compensation.</p>	<p>Requires the Workers' Compensation Division to continue to charge a \$100 filing fee for workers' compensation cases. Permits the losing party to be taxed for the fee, unless it would impose an undue hardship or be unjust. Appropriates the fees collected to the Iowa Workforce Development Department.</p> <p>DETAIL: It is estimated the Division will collect approximately \$420,000 in fees for FY 2011. This is no change compared to estimated FY 2010.</p> <p>NOTE: The filing fee was increased to \$100 in SF 478 (FY 2010 Standing Appropriations Bill).</p>
<p>11 20 3. WORKFORCE DEVELOPMENT OPERATIONS</p>	
<p>11 21 For the operation of field offices, the workforce  11 22 development board, and new lowans centers, and for not more  11 23 than the following full-time equivalent positions:  11 24 ..... \$ 11,343,047  11 25 ..... FTEs 88.28</p>	<p>General Fund appropriation to the Department of Workforce Development for operation of Field Offices, the Workforce Development Board, and New lowans Centers.</p> <p>DETAIL: This is an increase of \$547,573 and 0.24 FTE position compared to estimated net FY 2010. The changes include:</p> <ul style="list-style-type: none"> <li>• An increase of \$547,573 to restore a portion of the \$1,214,693 FY 2010 ATB reduction.</li> <li>• An increase of 0.24 FTE positions to adjust the FTE positions to the anticipated usage.</li> </ul> <p>NOTE: An appropriation of \$6,500,000 from the Unemployment Compensation Reserve Fund to the Department for Field Offices is also provided in Section 18 of this Bill. An additional appropriation of \$662,427 is provided in Section 17 from the Special Employment Security Contingency Fund.</p>
<p>11 26 Of the moneys appropriated in this subsection, the</p>	<p>Specifies that \$11,110,137 of the General Fund appropriation for</p>

11 27 department shall allocate \$11,110,137 for the operation of  
 11 28 field offices. The department shall not reduce the number of  
 11 29 field offices below the number of field offices being operated  
 11 30 as of January 1, 2009.

Workforce Development Operations is to be used for the operation of Field Offices. Prohibits the IWD from reducing the number of Field Offices below the number in operation on January 1, 2009.

DETAIL: This is a decrease of \$722,852 compared to the original FY 2010 allocation and an increase of \$473,921 compared to estimated net FY 2010.

NOTE: The Bill makes a General Fund allocation of \$11,110,137, appropriates \$6,500,000 from the Unemployment Compensation Reserve Fund, and appropriates \$662,427 from the Special Employment Security Contingency Fund for the Workforce Development Field Offices. The result is total funding for the Field Offices from all funds of \$18,272,564. This is a decrease of \$60,425 compared to the original FY 2010 appropriations and allocations and an increase of \$776,348 compared to estimated net FY 2010. There are currently 55 Field Offices, including one-stop offices and State offices.

11 31 The department of workforce development shall make every  
 11 32 effort to maintain new lowans centers that offer one-stop  
 11 33 services to deal with the multiple issues related to  
 11 34 immigration and employment. The centers shall be designed to  
 11 35 support workers, businesses, and communities with information,  
 12 1 referrals, job placement assistance, translation, language  
 12 2 training, and resettlement, as well as technical and legal  
 12 3 assistance on such issues as forms and documentation. Through  
 12 4 the coordination of local, state, and federal service  
 12 5 providers, and through the development of partnerships with  
 12 6 public, private, and nonprofit entities with established  
 12 7 records of international service, these centers shall seek to  
 12 8 provide a seamless service delivery system for new lowans.

Requires the Department to make every effort to maintain New lowans Centers. Requires the New lowans Centers to offer one-stop services to workers, businesses, and communities. Requires seamless service delivery through government coordination and cooperation with public, private, and nonprofit entities.

12 9 4. OFFENDER REENTRY PROGRAM  
 12 10 For the development and administration of an offender

General Fund appropriation to the Iowa Workforce Development Department for the Offender Reentry Program.

PG LN	LSB5089H	Explanation
<p>12 11 reentry program to provide offenders with employment skills,  12 12 and for not more than the following full-time equivalent  12 13 positions:  12 14 ..... \$ 322,261  12 15 ..... FTEs 3.00</p>	<p>DETAIL: This is no change in General Fund support and an increase of 1.00 FTE position compared to estimated net FY 2010 to adjust the FTE positions to the current usage.</p>	
<p>12 16 The department shall partner with the department of  12 17 corrections to provide staff within the correctional facilities  12 18 to improve offenders' abilities to find and retain productive  12 19 employment.</p>	<p>Requires the Iowa Workforce Development Department to partner with the Department of Corrections to improve offenders' abilities to find and retain employment.</p>	
<p>12 20 5. SECURITY EMPLOYEE TRAINING PROGRAM  12 21 For purposes of administration of a security employee  12 22 training program:  12 23 ..... \$ 13,033</p>	<p>General Fund appropriation to the Iowa Workforce Development Department for a Security Employee Training Program.   DETAIL: This is no change compared to estimated net FY 2010.</p>	
<p>12 24 6. Notwithstanding section 8.33, moneys appropriated  12 25 in subsections 1 through 4 of this section that remain  12 26 unencumbered or unobligated at the close of the fiscal year  12 27 shall not revert but shall remain available for expenditure  12 28 for the purposes designated until the close of the succeeding  12 29 fiscal year.</p>	<p>CODE: Requires nonreversion of funds appropriated to the Department of Workforce Development for the following:</p> <ul style="list-style-type: none"> <li>• Division of Labor Services.</li> <li>• Division of Workers' Compensation.</li> <li>• Workforce Development Operations for Field Offices, the Workforce Development Board, and the New Iowans Centers.</li> <li>• Offender Reentry Program.</li> </ul>	
<p>12 30 Sec. 15. ACCOUNTABILITY == AUDIT. The auditor of state  12 31 shall annually conduct an audit of the department of workforce  12 32 development and shall report the findings of such annual  12 33 audit, including the accountability of programs of the  12 34 department, to the chairpersons and ranking members of the  12 35 joint appropriations subcommittee on economic development. The  13 1 department shall pay for the costs associated with the audit.</p>	<p>Requires the Auditor of State to annually conduct an audit, including the accountability of the Department's programs, and submit findings in a report to the Economic Development Appropriations Subcommittee. Requires the IWD to pay the cost of the audit.</p>	
<p>13 2 Sec. 16. EMPLOYMENT SECURITY CONTINGENCY FUND == DIVISION</p>	<p>Special Employment Security Contingency Fund (also called the</p>	

<p>13 3 OF WORKERS' COMPENSATION. There is appropriated from the  13 4 special employment security contingency fund to the department  13 5 of workforce development for the fiscal year beginning July 1,  13 6 2010, and ending June 30, 2011, the following amount, or so  13 7 much thereof as is necessary, for the purposes designated:  13 8 For the division of workers' compensation, salaries,  13 9 support, maintenance, and miscellaneous purposes:  13 10 ..... \$ 471,000</p>	<p>Penalty and Interest Fund) appropriation to the Department of Workforce Development for the Workers' Compensation Division.</p> <p>DETAIL: This is no change compared to estimated net FY 2010.</p>
<p>13 11 Any remaining additional penalty and interest revenue is  13 12 appropriated to and may be allocated and used to accomplish the  13 13 mission of the department.</p>	<p>Allows any remaining additional penalty and interest revenues to be used as needed by the Department of Workforce Development.</p>
<p>13 14 Sec. 17. WORKFORCE DEVELOPMENT == FIELD OFFICES. There is  13 15 appropriated from the special employment security contingency  13 16 fund to the department of workforce development for the fiscal  13 17 year beginning July 1, 2010, and ending June 30, 2011, the  13 18 following amount, or so much thereof as is necessary, to be  13 19 used for the purposes designated:  13 20 For field offices:  13 21 ..... \$ 662,427</p>	<p>Special Employment Security Contingency Fund (also called the Penalty and Interest Fund) appropriation to the Department of Workforce Development for operation of the Field Offices.</p> <p>DETAIL: This is an increase of \$302,427 compared to estimated net FY 2010.</p> <p>NOTE: The Bill makes a General Fund allocation of \$11,110,137, appropriates \$662,427 from the Special Employment Security Contingency Fund, and appropriates \$6,500,000 from the Unemployment Compensation Reserve Fund, for the Workforce Development Field Offices. The result is total funding for the Field Offices from all funds of \$18,272,564. This is a decrease of \$60,425 compared to the original FY 2010 appropriations and allocations and an increase of \$776,348 compared to estimated net FY 2010.</p>
<p>13 22 Sec. 18. UNEMPLOYMENT COMPENSATION RESERVE FUND.  13 23 Notwithstanding section 96.9, subsection 8, paragraph "e",  13 24 there is appropriated from interest earned on the unemployment  13 25 compensation reserve fund to the department of workforce  13 26 development for the fiscal year beginning July 1, 2010, and  13 27 ending June 30, 2011, the following amount or so much thereof  13 28 as is necessary, for the purposes designated:</p>	<p>Unemployment Compensation Reserve Fund interest appropriation to the Department of Workforce Development for operation of the Field Offices.</p> <p>DETAIL: This is no change compared to FY 2010.</p> <p>CODE: Complies with the requirement that the funds may only be used if appropriated.</p>

<p>13 29 For the operation of field offices:  13 30 ..... \$ 6,500,000</p>	<p>NOTE: The Bill makes a General Fund allocation of \$11,110,137, appropriates \$662,427 from the Special Employment Security Contingency Fund, and appropriates \$6,500,000 from the Unemployment Compensation Reserve Fund, for the Workforce Development Field Offices. The result is total funding for the Field Offices from all funds of \$18,272,564. This is a decrease of \$60,425 compared to the original FY 2010 appropriations and allocations and an increase of \$776,348 compared to estimated net FY 2010.</p>
<p>13 31 Sec. 19. EMPLOYEE MISCLASSIFICATION PROGRAM == GENERAL  13 32 FUND. There is appropriated from the general fund of the state  13 33 to the department of workforce development for the fiscal year  13 34 beginning July 1, 2010, and ending June 30, 2011, the following  13 35 amount, or so much thereof as is necessary, to be used for the  14 1 purposes designated:  14 2 For enhancing efforts to investigate employers that  14 3 misclassify workers:  14 4 ..... \$ 450,000  14 5 ..... FTEs 8.10</p>	<p>General Fund appropriation to the Department of Workforce Development for investigation of employers that misclassify workers.   DETAIL: This is no change in General Fund support and an increase of 8.10 FTE positions compared to estimated net FY 2010 to adjust the FTE positions to the current usage.</p>
<p>14 6 Sec. 20. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  14 7 appropriated from the general fund of the state to the public  14 8 employment relations board for the fiscal year beginning July  14 9 1, 2010, and ending June 30, 2011, the following amount, or so  14 10 much thereof as is necessary, for the purposes designated:  14 11 For salaries, support, maintenance, miscellaneous purposes,  14 12 and for not more than the following full-time equivalent  14 13 positions:  14 14 ..... \$ 1,101,903  14 15 ..... FTEs 10.00</p>	<p>General Fund appropriation to the Public Employment Relations Board.   DETAIL: This is an increase of \$50,000 and no change in FTE positions compared to estimated net FY 2010 to restore a portion of the \$116,878 FY 2010 ATB reduction and to reduce days off without pay.</p>
<p>14 16 Of the moneys appropriated in this section, the board  14 17 shall allocate \$15,000 for maintaining a website that allows  14 18 searchable access to a database of collective bargaining</p>	<p>Requires an allocation of \$15,000 for maintaining a searchable website database of collective bargaining information.   DETAIL: This is no change compared to the FY 2010 allocation.</p>

14 19 information.

14 20 Sec. 21. IOWA FINANCE AUTHORITY AUDIT. The auditor of state  
 14 21 is requested to review the audit of the Iowa finance authority  
 14 22 performed by the auditor hired by the authority.

Requests the Auditor of State to review the outside audit of the Iowa Finance Authority.

14 23 Sec. 22. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding  
 14 24 section 96.9, subsection 4, paragraph "a", moneys credited to  
 14 25 the state by the secretary of the treasury of the United  
 14 26 States pursuant to section 903 of the Social Security  
 14 27 Act are appropriated to the department of workforce  
 14 28 development and shall be used by the department for the  
 14 29 administration of the unemployment compensation program only.  
 14 30 This appropriation shall not apply to any fiscal year  
 14 31 beginning after December 31, 2009.

CODE: Permits expenditure of funds in the Unemployment Trust Fund without specifying the amount for each purpose.

14 32 Sec. 23. 2009 Iowa Acts, chapter 176, section 3, subsection  
 14 33 5, is amended to read as follows:  
 14 34 5. For use as matching funds for the United States  
 14 35 department of housing and urban development's main street  
 15 1 challenge grants for historic building preservation:  
 15 2 ..... \$ 184,195  
 15 3 Notwithstanding section 8.33, moneys appropriated in this  
 15 4 subsection that remain unencumbered or unobligated at the close  
 15 5 of the fiscal year shall not revert but shall remain available  
 15 6 for expenditure for the purposes designated until the close of  
 15 7 the succeeding fiscal year.

CODE: Requires nonreversion of FY 2010 funds appropriated for matching funds for the United States Department of Housing and Urban Development's Main Street Challenge Grants for historic building preservation.

15 8 Sec. 24. EFFECTIVE UPON ENACTMENT. The section of this Act  
 15 9 amending 2009 Iowa Acts, chapter 176, being deemed of immediate  
 15 10 importance, takes effect upon enactment.  
 15 11 EXPLANATION

Specifies that Section 23 regarding nonreversion of FY 2010 funds appropriated for matching funds for the United States Department of Housing and Urban Development's Main Street Challenge Grants for historic building preservation is effective on enactment.

15 12 This bill makes appropriations and transfers from the

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15 13 general fund of the state and other funds to the department  
15 14 of cultural affairs, the department of economic development,  
15 15 the university of iowa, the university of northern iowa, iowa  
15 16 state university, the department of workforce development, and  
15 17 the public employment relations board for the 2010=2011 fiscal  
15 18 year.

15 19 The bill provides that the goals for the department of  
15 20 economic development shall be to expand and stimulate the  
15 21 state economy, increase the wealth of lowans, and increase the  
15 22 population of the state.

15 23 The bill transfers moneys collected by the division of  
15 24 insurance in excess of the anticipated gross revenues to the  
15 25 department of economic development for purposes of insurance  
15 26 economic development and international insurance economic  
15 27 development.

15 28 The bill appropriates moneys from the iowa community  
15 29 development loan fund to the department of economic development  
15 30 for purposes of the community development program.

15 31 The bill appropriates moneys from the workforce development  
15 32 fund account to the workforce development fund.

15 33 The bill provides that moneys appropriated or transferred  
15 34 to or receipts credited to the workforce development fund are  
15 35 appropriated to the department of economic development for  
16 1 administration of workforce development activities.

16 2 The bill provides that all moneys in the job training fund on  
16 3 July 1, 2010, and any moneys appropriated or credited to the  
16 4 fund during the fiscal year beginning July 1, 2010, shall be  
16 5 transferred to the workforce development fund.

16 6 The bill requires the state board of regents to submit a  
16 7 report on the progress of regents institutions in meeting  
16 8 the strategic plan for technology transfer and economic  
16 9 development.

16 10 The bill requires the auditor of state to conduct an audit of  
16 11 the department of workforce development.

16 12 The bill appropriates moneys from the special employment  
16 13 security contingency fund to the department of workforce  
16 14 development for the division of workers' compensation and for  
16 15 the operation of field offices.

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16 16 The bill appropriates interest earned on the unemployment  
16 17 compensation reserve fund to the department of workforce  
16 18 development for the operation of field offices.  
16 19 The bill appropriates moneys to the department of workforce  
16 20 development for an employee misclassification program.  
16 21 The bill requests the auditor of state to review the audit  
16 22 of the Iowa finance authority performed by the auditor hired  
16 23 by the authority.  
16 24 The bill appropriates moneys from moneys credited to  
16 25 the state by the secretary of the treasury of the United  
16 26 States pursuant to the Social Security Act to the department  
16 27 of workforce development for the administration of the  
16 28 unemployment compensation program only.  
16 29 The bill provides for the filing of surety bonds or qualified  
16 30 statements by out-of-state contractors with the division of  
16 31 labor services.  
16 32 The bill amends 2009 Iowa Acts, chapter 176, to provide for  
16 33 the nonrevision of moneys appropriated for purposes of matching  
16 34 funds for main street challenge grants. The section amending  
16 35 the 2009 Iowa Acts is effective upon enactment.  
16 36 LSB 5089JB (1) -83  
16 37 tw/tm

## Summary Data

### General Fund

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
Economic Development	\$ 47,576,049	\$ 40,754,957	\$ 41,904,957	\$ 41,754,957	\$ 1,000,000	
<b>Grand Total</b>	<u>\$ 47,576,049</u>	<u>\$ 40,754,957</u>	<u>\$ 41,904,957</u>	<u>\$ 41,754,957</u>	<u>\$ 1,000,000</u>	

## Economic Development General Fund

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
<b><u>Cultural Affairs, Dept. of</u></b>						
<b>Cultural Affairs, Dept. of</b>						
Administration Division	\$ 252,013	\$ 212,069	\$ 212,069	\$ 212,069	\$ 0	PG 1 LN 7
Community Cultural Grants	298,566	273,500	273,500	273,500	0	PG 1 LN 20
Historical Division	3,796,919	3,195,107	3,195,107	3,195,107	0	PG 1 LN 24
Historic Sites	585,930	493,060	493,060	493,060	0	PG 1 LN 27
Arts Division	1,216,533	1,023,712	1,023,712	1,023,712	0	PG 1 LN 30
Great Places	328,804	214,869	214,869	214,869	0	PG 1 LN 33
Archiving Former Governor's Papers	83,354	70,142	70,142	70,142	0	PG 2 LN 1
Records Center Rent	237,452	199,816	199,816	227,243	27,427	PG 2 LN 4
<b>Total Cultural Affairs, Dept. of</b>	<b>\$ 6,799,571</b>	<b>\$ 5,682,275</b>	<b>\$ 5,682,275</b>	<b>\$ 5,709,702</b>	<b>\$ 27,427</b>	
<b><u>Economic Development, Dept. of</u></b>						
<b>Economic Development, Dept. of</b>						
Economic Dev. Administration	\$ 2,186,814	\$ 1,826,046	\$ 1,976,046	\$ 1,976,046	\$ 150,000	PG 2 LN 28
Business Development	6,513,612	5,346,536	5,346,536	5,346,536	0	PG 3 LN 17
Community Development Division	6,372,598	5,063,917	5,063,917	5,063,917	0	PG 5 LN 2
World Food Prize	1,000,000	750,000	750,000	650,000	-100,000	PG 5 LN 26
Historic Preservation Challenge Grants	197,000	165,775	165,775	165,775	0	PG 5 LN 29
Iowa Comm. Volunteer Ser.-Promise	0	112,500	112,500	112,500	0	PG 6 LN 3
<b>Total Economic Development, Dept. of</b>	<b>\$ 16,270,024</b>	<b>\$ 13,264,774</b>	<b>\$ 13,414,774</b>	<b>\$ 13,314,774</b>	<b>\$ 50,000</b>	
<b><u>Regents, Board of</u></b>						
<b>Regents, Board of</b>						
ISU - Economic Development	\$ 2,943,124	\$ 2,475,983	\$ 2,475,983	\$ 2,575,983	\$ 100,000	PG 7 LN 24
SUI - Economic Development	264,325	222,372	222,372	222,372	0	PG 9 LN 5
UNI - Economic Development	583,393	485,674	485,674	610,674	125,000	PG 9 LN 28
<b>Total Regents, Board of</b>	<b>\$ 3,790,842</b>	<b>\$ 3,184,029</b>	<b>\$ 3,184,029</b>	<b>\$ 3,409,029</b>	<b>\$ 225,000</b>	

## Economic Development General Fund

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
<b><u>Iowa Workforce Development</u></b>						
<b>Iowa Workforce Development</b>						
IWD - Labor Services Division	\$ 3,851,643	\$ 3,395,440	\$ 3,495,440	\$ 3,495,440	\$ 100,000	PG 10 LN 31
IWD - Workers' Comp Division	2,884,187	2,595,768	2,595,768	2,595,768	0	PG 11 LN 6
IWD Operations - Field Offices	12,370,209	10,795,474	11,645,474	11,343,047	547,573	PG 11 LN 21
Offender Reentry Program	367,447	322,261	322,261	322,261	0	PG 12 LN 9
Security Employee Training Program	15,000	13,033	13,033	13,033	0	PG 12 LN 20
Employee Misclassification	0	450,000	500,000	450,000	0	PG 13 LN 31
<b>Total Iowa Workforce Development</b>	<b>\$ 19,488,486</b>	<b>\$ 17,571,976</b>	<b>\$ 18,571,976</b>	<b>\$ 18,219,549</b>	<b>\$ 647,573</b>	
<b><u>Public Employment Relations Board</u></b>						
<b>Public Employment Relations</b>						
PER Board - General Office	\$ 1,227,126	\$ 1,051,903	\$ 1,051,903	\$ 1,101,903	\$ 50,000	PG 14 LN 6
<b>Total Public Employment Relations Board</b>	<b>\$ 1,227,126</b>	<b>\$ 1,051,903</b>	<b>\$ 1,051,903</b>	<b>\$ 1,101,903</b>	<b>\$ 50,000</b>	
<b>Total Economic Development</b>	<b>\$ 47,576,049</b>	<b>\$ 40,754,957</b>	<b>\$ 41,904,957</b>	<b>\$ 41,754,957</b>	<b>\$ 1,000,000</b>	

## Summary Data

### Other Funds

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
Economic Development	\$ 10,971,000	\$ 11,475,000	\$ 11,331,000	\$ 11,633,427	\$ 158,427	
<b>Grand Total</b>	<u>\$ 10,971,000</u>	<u>\$ 11,475,000</u>	<u>\$ 11,331,000</u>	<u>\$ 11,633,427</u>	<u>\$ 158,427</u>	

## Economic Development Other Funds

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
<b><u>Economic Development, Dept. of</u></b>						
<b>Economic Development, Dept. of</b>						
Council of Governments	\$ 0	\$ 144,000	\$ 0	\$ 0	\$ -144,000	
DED - Workforce Development Fund	4,000,000	4,000,000	4,000,000	4,000,000	0	PG 6 LN 33
<b>Total Economic Development, Dept. of</b>	<u>\$ 4,000,000</u>	<u>\$ 4,144,000</u>	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ -144,000</u>	
<b><u>Iowa Workforce Development</u></b>						
<b>Iowa Workforce Development</b>						
Workers' Comp. Div.-Sp. Cont. Fund	471,000	471,000	471,000	471,000	0	PG 13 LN 2
P & I Workforce Development Field Offices	\$ 0	\$ 360,000	\$ 360,000	\$ 662,427	\$ 302,427	PG 13 LN 14
IWD Field Offices (UI Reserve Interest)	6,500,000	6,500,000	6,500,000	6,500,000	0	PG 13 LN 22
<b>Total Iowa Workforce Development</b>	<u>\$ 6,971,000</u>	<u>\$ 7,331,000</u>	<u>\$ 7,331,000</u>	<u>\$ 7,633,427</u>	<u>\$ 302,427</u>	
<b>Total Economic Development</b>	<u><u>\$ 10,971,000</u></u>	<u><u>\$ 11,475,000</u></u>	<u><u>\$ 11,331,000</u></u>	<u><u>\$ 11,633,427</u></u>	<u><u>\$ 158,427</u></u>	

## Summary Data

FTE

	Actual FY 2009 <u>(1)</u>	Estimated Net FY 2010 <u>(2)</u>	Gov Rec FY 2011 <u>(3)</u>	House Subcom FY 2011 <u>(4)</u>	House Sub vs. Est Net 2010 <u>(5)</u>	Page and Line # <u>(6)</u>
Economic Development	442.87	510.59	507.51	507.51	-3.08	
<b>Grand Total</b>	<u>442.87</u>	<u>510.59</u>	<u>507.51</u>	<u>507.51</u>	<u>-3.08</u>	

## Economic Development FTE

	Actual FY 2009	Estimated Net FY 2010	Gov Rec FY 2011	House Subcom FY 2011	House Sub vs. Est Net 2010	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)
<b><u>Cultural Affairs, Dept. of</u></b>						
<b>Cultural Affairs, Dept. of</b>						
Administration Division	1.40	82.77	2.90	74.50	-8.27	PG 1 LN 7
Historical Division	48.92	0.00	52.22	0.00	0.00	PG 1 LN 24
Historic Sites	8.35	0.00	6.25	0.00	0.00	PG 1 LN 27
Arts Division	9.98	0.00	9.50	0.00	0.00	PG 1 LN 30
Great Places	3.91	0.00	2.70	0.00	0.00	PG 1 LN 33
Archiving Former Governor's Papers	0.97	0.00	0.93	0.00	0.00	PG 2 LN 1
<b>Total Cultural Affairs, Dept. of</b>	<b>73.53</b>	<b>82.77</b>	<b>74.50</b>	<b>74.50</b>	<b>-8.27</b>	
<b><u>Economic Development, Dept. of</u></b>						
<b>Economic Development, Dept. of</b>						
Economic Dev. Administration	21.37	149.00	24.45	149.00	0.00	PG 2 LN 28
Business Development	56.59	0.00	64.40	0.00	0.00	PG 3 LN 17
Community Development Division	56.64	0.00	60.15	0.00	0.00	PG 5 LN 2
Iowa Comm. Volunteer Ser.-Promise	1.00	1.00	1.00	1.00	0.00	PG 6 LN 3
Vision Iowa Program	1.99	2.25	2.25	2.25	0.00	PG 6 LN 14
DED - Workforce Development Fund	0.00	4.00	4.00	4.00	0.00	PG 6 LN 33
DED - Workforce Development Admin	2.84	4.00	4.00	4.00	0.00	PG 7 LN 7
<b>Total Economic Development, Dept. of</b>	<b>140.43</b>	<b>160.25</b>	<b>160.25</b>	<b>160.25</b>	<b>0.00</b>	
<b><u>Regents, Board of</u></b>						
<b>Regents, Board of</b>						
ISU - Economic Development	27.16	56.63	56.63	56.63	0.00	PG 7 LN 24
SUI - Economic Development	5.46	6.00	6.00	6.00	0.00	PG 9 LN 5
UNI - Economic Development	6.75	6.75	6.75	6.75	0.00	PG 9 LN 28
<b>Total Regents, Board of</b>	<b>39.37</b>	<b>69.38</b>	<b>69.38</b>	<b>69.38</b>	<b>0.00</b>	

## Economic Development FTE

	Actual FY 2009	Estimated Net FY 2010	Gov Rec FY 2011	House Subcom FY 2011	House Sub vs. Est Net 2010	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)
<b><u>Iowa Workforce Development</u></b>						
<b>Iowa Workforce Development</b>						
IWD - Labor Services Division	64.45	68.15	64.00	64.00	-4.15	PG 10 LN 31
IWD - Workers' Comp Division	29.33	30.00	30.00	30.00	0.00	PG 11 LN 6
IWD Operations - Field Offices	84.05	88.04	88.28	88.28	0.24	PG 11 LN 21
Offender Reentry Program	1.21	2.00	3.00	3.00	1.00	PG 12 LN 9
Employee Misclassification	0.00	0.00	8.10	8.10	8.10	PG 13 LN 31
<b>Total Iowa Workforce Development</b>	<u>179.04</u>	<u>188.19</u>	<u>193.38</u>	<u>193.38</u>	<u>5.19</u>	
<b><u>Public Employment Relations Board</u></b>						
<b>Public Employment Relations</b>						
PER Board - General Office	10.49	10.00	10.00	10.00	0.00	PG 14 LN 6
<b>Total Public Employment Relations Board</b>	<u>10.49</u>	<u>10.00</u>	<u>10.00</u>	<u>10.00</u>	<u>0.00</u>	
<b>Total Economic Development</b>	<u><u>442.87</u></u>	<u><u>510.59</u></u>	<u><u>507.51</u></u>	<u><u>507.51</u></u>	<u><u>-3.08</u></u>	